# INSTRUCTIONS FOR FILING

## CORPORATION ESTIMATED INCOME TAX VOUCHER

**Who Must File**—Every entity subject to the corporation income tax under KRS 141.040 and/or the limited liability entity tax under KRS 141.0401 shall make a declaration of estimated tax and must pay installments if the taxes imposed by KRS 141.040 and/or KRS 141.0401 for the taxable year can reasonably be expected to exceed $5,000. Failure to pay estimated tax installments equal to the amount determined by **first** subtracting $5,000 from 70 percent of the total limited liability entity tax (LLET) shown on the return and then the remaining against the corporation income tax shown on the return for the taxable year will result in the assessment of an underpayment penalty. The amount of the penalty is 10 percent of the amount of the underpayment, but not less than $25. Entities whose prior year tax liability is less than or equal to $25,000 can make estimated tax installments equal to its prior year tax less $5,000 and avoid the underpayment penalty. **KRS 141.042, KRS 141.044(1) and KRS 141.990**

**NOTE:** *Limited liability pass-through entities as defined in KRS 141.010(28) are subject to the LLET as imposed by KRS 141.0401. Corporations as defined in KRS 141.010(24)(a) are subject to the taxes imposed by KRS 141.040 and KRS 141.0401. Corporations will have the same account number for the LLET and corporation income tax.*

**Payment Dates for Calendar Year Filers**—If the estimated tax exceeds $5,000 on or before June 2, the following payment dates are applicable:

| | | |
|---|---|---|
| First Installment | June 15 | 50% of Estimated Tax Due |
| Second Installment | September 15 | 25% of Estimated Tax Due |
| Third Installment | December 15 | 25% of Estimated Tax Due |

**If Income Changes**—If an entities' estimated tax exceeds $5,000 after June 1, or if changes in estimated tax affect the amount of the installments, the following payment dates are applicable:

| When Estimated Tax Exceeds $5,000 or Amendment Required | Estimated Tax Due | |
|---|---|---|
| | September 15 | December 15 |
| June 1–September 1 | 75% | 25% |
| September 2–December 1 | NA | 100% |

**Fiscal Year Taxpayers**—Entities filing on a fiscal year basis, the following is substituted for the payment dates in the two charts above:

| Calendar Year Date | Fiscal Year Date |
|---|---|
| June 15 | 15th day of sixth month |
| September 15 | 15th day of ninth month |
| December 15 | 15th day of 12th month |
| June 1–September 1 | After the first day of the sixth month and before the second day of the ninth month |
| September 2–December 1 | After the first day of the ninth month and before the second day of the 12th month |

**NOTE:** *If a payment date falls on a holiday or weekend, the applicable payment date is the next working day.*

**Short Taxable Year**—No estimated payment is required if the taxable year is five months or less. For taxable years of more than five months but less than 12 months, estimated payments are required if the tax liability exceeds $5,000. For a short taxable year, annualize the taxable net income in accordance with KRS 141.140(3) to determine if estimated payments are required. For a short taxable year, the payment dates and amount of payment required are as prescribed by KRS 141.044 except that any installments unpaid at the close of the short taxable year shall be paid when the income tax return is filed. **Regulation 103 KAR 15:060**

**Tax Rate Schedule**—The following LLET tax rates are:

| | |
|---|---|
| Kentucky Gross Receipts | .00095 |
| Kentucky Gross Profits | .0075 |

— The following Corporation Income tax rates apply to net taxable income in Kentucky:

| Income At Least | But Not Over | Rate |
|---|---|---|
| $ 1 | $ 50,000 | 4% |
| 50,001 | 100,000 | 5% |
| 100,001 | — | 6% |

**Installments 1, 2 and 3**—Enter the amount(s) paid with the voucher, in the correct field to identify the payment as LLET and/or corporation income tax. Calculate these amounts on the worksheet on the back page.

**Electronic Funds Transfer (EFT)**—Kentucky estimated payments may be made by EFT for only corporation income tax. If paying both, the payments must be mailed. For questions concerning EFT, contact the Department of Revenue at (502) 564-6020, extension 171 or 260.

**Do not submit the estimated tax voucher if the estimated payment is made by EFT.**

**MAKE CHECK PAYABLE TO KENTUCKY STATE TREASURER**
**MAIL TO KENTUCKY DEPARTMENT OF REVENUE, FRANKFORT, KENTUCKY 40619**

# LIMITED LIABILITY ENTITY/CORPORATION ESTIMATED INCOME TAX WORKSHEET

## (Keep For Your Records)

### TAX YEAR _____

|  | | Column A LLET | Column B Corporation |
|---|---|---|---|
| 1. | Estimated Kentucky tax ....................................................................... | $ _____ | $ _____ |
|  | *Safe harbor: If a corporation's prior year total tax liability is less than or equal to $25,000, enter the prior year's tax liability in Column B.* | | |
| 2. | Statutory credits ................................................................................. | $ _____ | $ _____ |
| 3. | Subtract line 2 from line 1 .................................................................. | $ _____ | $ _____ |
| 4. | Statutory exemption ........................................................................... | _____ $5,000 |  |
| 5. | LLET estimated tax: Subtract Column A line 4 from Column A line 3 ...... | $ _____ |  |
| 6. | If line 5 is negative, enter as positive (not greater than $5,000) ............... |  | $ _____ |
| 7. | LLET credit (Enter Column A, line 3, less $175) ......................................... |  | $ _____ |
| 8. | Corporation estimated tax: Column B, subtract lines 6 and 7 from line 3 |  | $ _____ |

*\*Economic development tax credits, historic preservation restoration tax credit, unemployment tax credit, recycling/composting equipment tax credit, coal conversion tax credit, enterprise zone tax credit, Kentucky investment fund tax credit, coal incentive tax credit, qualified research facility tax credit, GED incentive tax credit, voluntary environmental remediation tax credit, biodiesel tax credit, environmental stewardship tax credit and clean coal incentive tax credit.*

### RECORD OF ESTIMATED TAX PAYMENTS SCHEDULE

| Voucher Number | Col. A Payment Date | Col. B 50% of amount from line 5A and line 8B above. | Col. C 25% of amount from line 5A and line 8B above. | Col. D Overpayment credit from previous return. Subtract. | Col. E Amount to be paid with voucher. Enter here and on voucher.* |
|---|---|---|---|---|---|
| 1 A–LLET / B–Corporation | | A / B | | A / B | A / B |
| 2 A–LLET / B–Corporation | | | A / B | A / B | A / B |
| 3 A–LLET / B–Corporation | | | A / B | A / B | A / B |
| Total | | A / B | A / B | A / B | A / B |

*\*If amount credited exceeds amount of installment, enter excess in Column D of next line.*

### AMENDED COMPUTATION SCHEDULE

|  | | (A) LLET Tax | (B) Corporation Tax |
|---|---|---|---|
| 1. | Enter amended estimated tax ..................................................... | _____ | _____ |
| 2. | (a) Amount on any overpayment credited and/or applicable tax credits . | _____ | _____ |
|  | (b) Payments of estimated tax for current year ......................................... | _____ | _____ |
|  | (c) Total of lines 2(a) and 2(b) .......................................................... | _____ | _____ |
| 3. | Unpaid balance (line 1 less line 2(c)) (see instructions) ........................... | _____ | _____ |